

## GENERAL ASSEMBLY COMMONWEALTH OF KENTUCKY

## 2006 REGULAR SESSION

HOUSE BILL NO. 336
THURSDAY, FEBRUARY 2, 2006

The following bill was reported to the Senate from the House and ordered to be printed.

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TREY GRAYSON
SECRETARY OF STATE
COMMONWEALTH OF KENTUCKY
BY K. Aller

AN ACT relating to soybeans.

## Be it enacted by the General Assembly of the Commonwealth of Kentucky:

- SECTION 1. A NEW SECTION OF KRS 247.510 TO 247.595 IS CREATED TO
- 2 READ AS FOLLOWS:
- 3 (1) Notwithstanding KRS 247.510 to 247.595, no assessment levied under KRS
- 4 247.510 to 247.595 shall be effective as long as the federal Soybean Promotion,
- 5 Research, and Consumer Information Act, 7 U.S.C. secs. 6301 to 6311, is in
- 6 <u>effect.</u>
- 7 (2) If the federal act is terminated or suspended, any assessment levied under KRS
- 8 247.510 to 247.595 shall become effective and shall be collected and utilized
- 9 according to the provisions of KRS 247.510 to 247.595.
- Section 2. KRS 247.530 is amended to read as follows:
- 11 (1) Any existing association which is fairly representative of the soybean producers
- of Kentucky may at any time after the effective date of this Act[In the event that a
- 13 valid petition is filed with the Kentucky Soybean Association and certified by the
- 14 Commissioner of Agriculture, the Kentucky Soybean Association shall] make
- application to the State Board of Agriculture on forms prescribed by the board <u>for</u>
- certification and approval for the purpose of conducting a referendum among the
- 17 producers of soybeans upon the question of levying an assessment under the
- provisions of KRS 247.510 to 247.595, and for collecting and utilizing the
- 19 <u>assessment for the purpose stated in the referendum[and approved for the purpose</u>
- 20 of conducting a referendum among the producers of soybeans pursuant to KRS
- 21 247.510 to 247.595].
- 22 (2) [Upon receipt of such application, ]The Commissioner shall publish <u>the[such]</u>
- 23 application through the medium of the public press in the state within ten (10) days
- of receipt of the application[thereof].
- 25 Section 3. KRS 247.552 is amended to read as follows:

No assessment levied by any referendum conducted under the provisions of KRS 1 247.510 to 247.595 shall exceed the rate of one-fourth of one percent (0.25%) of the net 2 market price per bushel on all soybeans marketed within the Commonwealth. The 3 assessment shall be deducted from the amount paid the producer at the first point of 4 sale[There is hereby imposed and levied an assessment at the rate of one fourth of one 5 percent (0.25%) of the net market price per bushel on all soybeans marketed within the 6 Commonwealth, such assessment to be deducted from the amount paid the producer at 7 the first point of sale. The question of the levy of the assessment on soybeans, provided 8 for herein, may be referred to a vote of the soybean producers of the state by the filing of 9 petitions with the Kentucky Soybean Association containing signatures of Kentucky 10 soybean producers equal in number to twenty percent (20%) of all-soybean producers in 11 the state as recorded in the latest United States census of agriculture. If such petitions are 12 filed and at the referendum election a majority of the Kentucky soybean producers voting 13 on the question vote against the levy on soybeans, the assessment shall not thereafter be 14 levied. Only those soybean producers who produced soybeans in Kentucky in the crop 15 16 year immediately preceding the referendum shall be eligible to vote in the election].

Section 4. KRS 247.553 is amended to read as follows:

A first purchaser who purchases soybeans <u>in accordance with [pursuant to]</u> a contract or otherwise with the intent of utilizing the soybeans for seed stock shall be responsible for remitting the assessment due on the soybeans as required by KRS 247.570. The assessment shall be collected from the producer at the time of final settlement for the soybeans. The assessment on soybeans marketed for use as seed stock shall be based upon <u>the percentage specified in Section 3 of this Act, multiplied by [one fourth of one percent (0.25%) of]</u> the posted county price for soybeans on the day of settlement as posted at the local <u>Farm Service Agency [Agricultural Stabilization and Conservation Service (ASCS)]</u> office for the county in which the first purchaser is located. <u>No</u> assessment shall be collected unless the assessment in Section 3 of this Act is in force.

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- Section 5. KRS 247.573 is amended to read as follows:
- 2 There is hereby established a Kentucky Soybean Promotion Board. [promotion board]
- 3 The promotion board shall consist of four (4) members appointed by the Kentucky
- 4 Soybean Association; two (2) members appointed by the Kentucky Farm Bureau
- 5 Federation; and one (1) member appointed by the Commissioner of Agriculture; the
- 6 Kentucky director or directors who serve on the United Soybean Board; and the
- 7 Kentucky director or directors who serve on the American Soybean Association. The
- 8 appointments shall be for terms of two (2) fiscal years, a fiscal year running from July 1
- 9 to the following June 30, and each appointing body shall promptly file with the promotion
- board the names of its respective appointees.

Speaker-House of Representatives

President of the Senate

Attest:

Chief Clerk of House of Representatives

Approved

Governor

Date